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FINANCIAL SYSTEM OF UKRAINE UNDER THE CONDITIONS OF INTEGRATION INTO THE WORLD FINANCIAL SPACE

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Summary. The main tendencies of functioning and development of a financial system of the country are considered, the priority directions of integration of

Ukraine in world financial space on the basis of the calculated levels of financial openness, financial globalization and financial safety of the state are defined.

Key words: *financial system, financial integration, spheres of financial activity.*

Statement of the problem. Crisis phenomena in the world economic and financial systems exert considerable influence on development of particular countries, representing requirements of growing tendencies in integration of the national economic and financial systems. Dynamism of processes of financial integration and globalization causes the origin of both positive and negative factors of influence on particular national economies. Therefore, the problems of functioning and development of the financial system of Ukraine in the process of integration into the world financial space acquire special importance.

Justification of scientific results. The basic task of every country is to secure steady economic development, financial stability and growth of living standards of population by realization of the deliberate policy in all spheres of vital functions of the state and society taking into accounts the features of the national economic, political and social systems.

The experience of many countries testifies a considerable role of adequate macroeconomic policy, volumes of investing (especially direct foreign investments), availability of stable financial institutions, speed of distribution of technologies and level of qualification of workers in ensuring a country's prosperity.

Besides, the typical characteristic of all developed countries is an active participation and integration into the world economic and financial space, in particular.

Internationalization of national financial systems, their interlacing and interpenetration accelerate the process of financial globalization which characterizes

the world financial system as an ensemble with its peculiar features, characteristics and factors of growth.

Nowadays, the world financial space is the aggregate of world and national capital markets, markets of currency, insurance and fund markets, world financial centers and activities of transnational companies, the combined volume of financial assets of which is constantly increasing.

The world financial system is gradually updating which is vivid from the increase of the volume of the world financial assets, although 60 % of transboundary streams of capital remained at the level of 2007. The world financial assets, including capitalization of the fund market, state and corporate promissory securities and credits in 2012 year amounted to 225 trillion US dollars, that is 1,9 % more than in 2011 (the growth during the period from 1990 to 2007 was on average 7,9 %).

The financial assets of Ukraine during 2000–2012 are characterized by the positive tendency of continuous growth: the total volume of financial resources increased by UA Hrv 1543,5 bln, that is 23 times as much.

The considerable growth was shown by the followings types of financial assets:

- the nominal capitalization of the fund market was multiplied by 12 times, the volumes of shares, included to auctions by the organizers of exchange auctions, considerably increased, that testifies to the increase of cost estimation of companies-issuers;

- the volume of financial resources, which are attracted as a result of issue and sale of state promissory securities (bonds of internal and external state loan), is growing;

- the volumes of promissory securities of enterprises considerably increased, that testifies to the increase of trust of investors to the enterprises-issuers;

- the sector of the bank crediting has the largest growth rates; the volumes of bank credits are almost 90 % of all given credits and 46,7 % of all financial assets in the country;

- the sector of non-banking crediting is growing, the trust of population to non-state pension funds, insurance and financial companies, which are basic creditors, is increasing.

The increase in financial resources of Ukraine has been taking place for all the probed period, however determination of influence of financial integration on functioning and development of the financial system of Ukraine is more expedient to conduct in separate industries of the financial system: budgetary sphere, money-and-credit sphere, currency sphere, sphere of functioning of fund, investment market and market of financial services.

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The development of the national financial system is in close interrelation with the world financial space, which is the result of the integration course accepted by Ukraine in all spheres of economic and social life of the country. The efficiency of financial integration has the most positive consequences in forming and development of new financial instruments, satisfaction of needs of the state and subjects of entrepreneurial activity and in necessary for development financial resources.

Conclusions. The basic negative factors are considerable vulnerability of all sectors of the financial system to the displays of the world financial crises and, as a result, to the diminishing of stability of the system and worsening of indexes of development in certain spheres of financial activity. The following development of the financial system must ensure the maintenance of the positive tendencies and neutralization of the negative ones, which are caused by the intensification of the country's participation in financial integration.